

# **State of Alaska FY2011 Governor's Operating Budget**

## **Department of Health and Social Services Quality Assurance and Audit Component Budget Summary**

**Component: Quality Assurance and Audit****Contribution to Department's Mission**

Program Integrity/Quality Assurance efforts focus on meeting and exceeding department and federal standards and requirements related to protecting program assets and assuring quality services.

**Core Services**

- Audits of Medical Assistance providers' claims
- Organize and chair functional Audit Committee
- Management and oversight of the contract audits mandated under Alaska Statute 47.05.200
- Compliance Officer contact and responsibility with the Center for Medicare and Medicaid Services
- Departmental contact for the Department of Law, Medicaid Fraud Control Unit (MFCU)
- Payment Error Rate Measurement (PERM)
- Leadership Team reporting and participation

**Key Component Challenges**

- Continue to improve coordination and reporting of department-wide efforts related to program integrity, quality assurance and Surveillance and Utilization Review functions.
- Finalize the establishment of coordinated program integrity procedures and processes in accordance with best practices and prepare for CMS Medicaid Integrity program comprehensive review.
- Continue a recruitment and retention effort to build and sustain a highly competent resource infrastructure with substantive program and business management expertise and depth.
- Continue to ensure organizational independence of Program Integrity function.

**Significant Changes in Results to be Delivered in FY2011**

No significant changes.

**Updated Status for Results to be Delivered in FY2010**

No significant changes.

**Major Component Accomplishments in 2009**

- Successfully managed the medical record and claims processing portion of the payment error rate measurement initiative, resulting in very few errors for the state of Alaska.
- Re-started independent audit contract as required by AS 47.05.200.
- Department audit committee was reformed, promoting communication and collaboration between divisions.

**Statutory and Regulatory Authority**

AS 47.05.200 Welfare, Social Services and Institutions, Annual Audits

AS 47.07 Welfare, Social Services and Institutions, Medical Assistance for Needy People

7 AAC 43.1400-1490, Article 30, Audit and Appeal

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### Quality Assurance and Audit Component Financial Summary

*All dollars shown in thousands*

	FY2009 Actuals	FY2010 Management Plan	FY2011 Governor
<b>Non-Formula Program:</b>			
<b>Component Expenditures:</b>			
71000 Personal Services	491.2	729.3	729.3
72000 Travel	6.0	70.0	70.0
73000 Services	29.6	274.3	274.3
74000 Commodities	24.7	10.0	10.0
75000 Capital Outlay	0.0	91.0	91.0
77000 Grants, Benefits	0.0	0.0	0.0
78000 Miscellaneous	0.0	0.0	0.0
<b>Expenditure Totals</b>	<b>551.5</b>	<b>1,174.6</b>	<b>1,174.6</b>
<b>Funding Sources:</b>			
1002 Federal Receipts	273.6	576.9	576.9
1003 General Fund Match	277.9	597.7	597.7
<b>Funding Totals</b>	<b>551.5</b>	<b>1,174.6</b>	<b>1,174.6</b>

### Estimated Revenue Collections

Description	Master Revenue Account	FY2009 Actuals	FY2010 Conference Committee	FY2010 Authorized	FY2010 Authorized	FY2011 Governor
<b>Unrestricted Revenues</b>						
None.		0.0	0.0	0.0	0.0	0.0
<b>Unrestricted Total</b>		<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
<b>Restricted Revenues</b>						
Federal Receipts	51010	0.0	0.0	0.0	0.0	576.9
<b>Restricted Total</b>		<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>576.9</b>
<b>Total Estimated Revenues</b>		<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>576.9</b>

**Summary of Component Budget Changes  
From FY2010 Management Plan to FY2011 Governor***All dollars shown in thousands*

	<u>General Funds</u>	<u>Federal Funds</u>	<u>Other Funds</u>	<u>Total Funds</u>
<b>FY2010 Management Plan</b>	<b>597.7</b>	<b>576.9</b>	<b>0.0</b>	<b>1,174.6</b>
<b>FY2011 Governor</b>	<b>597.7</b>	<b>576.9</b>	<b>0.0</b>	<b>1,174.6</b>

**Quality Assurance and Audit  
Personal Services Information**

Authorized Positions			Personal Services Costs	
	<u>FY2010 Management Plan</u>	<u>FY2011 Governor</u>		
Full-time	7	7	Annual Salaries	498,177
Part-time	0	0	Premium Pay	0
Nonpermanent	0	0	Annual Benefits	252,472
			<i>Less 2.84% Vacancy Factor</i>	(21,349)
			Lump Sum Premium Pay	0
<b>Totals</b>	<b>7</b>	<b>7</b>	<b>Total Personal Services</b>	<b>729,300</b>

**Position Classification Summary**

Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
Internal Auditor III	1	0	0	0	1
Internal Auditor IV	2	0	0	0	2
Internal Auditor V	1	0	0	0	1
Medical Assist Admin III	1	0	0	0	1
Office Assistant I	1	0	0	0	1
Research Analyst III	1	0	0	0	1
<b>Totals</b>	<b>7</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>7</b>

## Component Detail All Funds

### Department of Health and Social Services

**Component:** Quality Assurance and Audit (2880)  
**RDU:** Departmental Support Services (106)

	FY2009 Actuals	FY2010 Conference Committee	FY2010 Authorized	FY2010 Management Plan	FY2011 Governor	FY2010 Management Plan vs FY2011 Governor	
71000 Personal Services	491.2	729.3	729.3	729.3	729.3	0.0	0.0%
72000 Travel	6.0	70.0	70.0	70.0	70.0	0.0	0.0%
73000 Services	29.6	274.3	274.3	274.3	274.3	0.0	0.0%
74000 Commodities	24.7	10.0	10.0	10.0	10.0	0.0	0.0%
75000 Capital Outlay	0.0	91.0	91.0	91.0	91.0	0.0	0.0%
77000 Grants, Benefits	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
78000 Miscellaneous	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
<b>Totals</b>	<b>551.5</b>	<b>1,174.6</b>	<b>1,174.6</b>	<b>1,174.6</b>	<b>1,174.6</b>	<b>0.0</b>	<b>0.0%</b>
<b>Fund Sources:</b>							
1002 Fed Rcpts	273.6	576.9	576.9	576.9	576.9	0.0	0.0%
1003 G/F Match	277.9	597.7	597.7	597.7	597.7	0.0	0.0%
<b>General Funds</b>	<b>277.9</b>	<b>597.7</b>	<b>597.7</b>	<b>597.7</b>	<b>597.7</b>	<b>0.0</b>	<b>0.0%</b>
<b>Federal Funds</b>	<b>273.6</b>	<b>576.9</b>	<b>576.9</b>	<b>576.9</b>	<b>576.9</b>	<b>0.0</b>	<b>0.0%</b>
<b>Other Funds</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0%</b>
<b>Positions:</b>							
Permanent Full Time	8	7	7	7	7	0	0.0%
Permanent Part Time	0	0	0	0	0	0	0.0%
Non Permanent	0	0	0	0	0	0	0.0%

**Change Record Detail - Multiple Scenarios With Descriptions**  
**Department of Health and Social Services**

**Component:** Quality Assurance and Audit (2880)  
**RDU:** Departmental Support Services (106)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		NP
										PFT	PPT	
***** Changes From FY2010 Conference Committee To FY2010 Authorized *****												
FY2010 Conference Committee	ConfCom	1,174.6	729.3	70.0	274.3	10.0	91.0	0.0	0.0	7	0	0
1002 Fed Rcpts		576.9										
1003 G/F Match		597.7										
Subtotal		1,174.6	729.3	70.0	274.3	10.0	91.0	0.0	0.0	7	0	0
***** Changes From FY2010 Authorized To FY2010 Management Plan *****												
Subtotal		1,174.6	729.3	70.0	274.3	10.0	91.0	0.0	0.0	7	0	0
***** Changes From FY2010 Management Plan To FY2011 Governor *****												
Totals		1,174.6	729.3	70.0	274.3	10.0	91.0	0.0	0.0	7	0	0



## Personal Services Expenditure Detail

### Department of Health and Social Services

**Scenario:** FY2011 Governor (7749)  
**Component:** Quality Assurance and Audit (2880)  
**RDU:** Departmental Support Services (106)

PCN	Job Class Title	Time Status	Retire Code	Barg Unit	Location	Salary Sched	Range / Step	Comp Month	Split / Count	Annual Salaries	COLA	Premium Pay	Annual Benefits	Total Costs	GF Amount	
06-0456	Internal Auditor IV	FT	A	SS	Anchorage	2A	23D / E	12.0		85,583	0	0	40,960	126,543	63,272	
06-1050	Office Assistant I	FT	A	GP	Anchorage	2A	8D / E	12.0		30,177	0	0	21,943	52,120	26,060	
06-4095	Internal Auditor IV	FT	A	SS	Anchorage	2A	23A / B	12.0		77,612	0	0	38,173	115,785	57,893	
06-4099	Research Analyst III	FT	A	GP	Anchorage	2A	18D / E	12.0		58,685	0	0	31,909	90,594	45,297	
06-4104	Internal Auditor V	FT	A	SS	Anchorage	2A	25K / L	12.0		113,048	0	0	50,179	163,227	163,227	
06-7000	Internal Auditor III	FT	A	GP	Anchorage	2A	21D / E	12.0		71,770	0	0	36,484	108,254	54,127	
06-7010	Medical Assist Admin III	FT	A	GP	Anchorage	2A	20A / B	12.0		61,302	0	0	32,824	94,126	47,063	
Total Positions														Total Salary Costs:		498,177
New														Total COLA:		0
Deleted														Total Premium Pay::		0
Full Time Positions: 7														Total Benefits:		252,472
Part Time Positions: 0																
Non Permanent Positions: 0																
Positions in Component: 7														Total Pre-Vacancy:		750,649
														Minus Vacancy Adjustment of 2.84%:		(21,349)
														Total Post-Vacancy:		729,300
Total Component Months: 84.0														Plus Lump Sum Premium Pay:		0
														Personal Services Line 100:		729,300
PCN Funding Sources:					Pre-Vacancy		Post-Vacancy		Percent							
1002 Federal Receipts					293,711		285,358		39.13%							
1003 General Fund Match					456,938		443,942		60.87%							
Total PCN Funding:					750,649		729,300		100.00%							

Note: If a position is split, an asterisk (\*) will appear in the Split/Count column. If the split position is also counted in the component, two asterisks (\*\*) will appear in this column.  
[No valid job title] appearing in the Job Class Title indicates that the PCN has an invalid class code or invalid range for the class code effective date of this scenario.

**Line Item Detail**  
**Department of Health and Social Services**  
**Travel**

**Component:** Quality Assurance and Audit (2880)  
**RDU:** Departmental Support Services (106)

Line Number	Line Name		FY2009 Actuals	FY2010 Management Plan	FY2011 Governor
72000	Travel		6.0	70.0	70.0
Expenditure Account	Servicing Agency	Explanation	FY2009 Actuals	FY2010 Management Plan	FY2011 Governor
<b>72000 Travel Detail Totals</b>			<b>0.0</b>	<b>0.0</b>	<b>70.0</b>
72111	Airfare (Instate Employee)	Costs for Airfare - Employee Instate Travel.	0.0	0.0	30.0
72113	Lodging (Instate Employee)	Costs for Lodging - Employee Instate Travel	0.0	0.0	20.0
72114	Meals & Incidentals (Instate Employee)	Costs for Meals and Incidentals - Employee Instate Travel	0.0	0.0	20.0

**Line Item Detail**  
**Department of Health and Social Services**  
**Services**

**Component:** Quality Assurance and Audit (2880)  
**RDU:** Departmental Support Services (106)

Line Number	Line Name			FY2009 Actuals	FY2010 Management Plan	FY2011 Governor
73000	Services			29.6	274.3	274.3
Expenditure Account	Servicing Agency	Explanation		FY2009 Actuals	FY2010 Management Plan	FY2011 Governor
<b>73000 Services Detail Totals</b>				<b>0.0</b>	<b>0.0</b>	<b>274.3</b>
73404		Cellular Phones	Fees for Cell Phones/Blackberries	0.0	0.0	3.0
73805	IT-Non-Telecommnctns	Admin	Fees for Computer EPR, Mainframe	0.0	0.0	5.5
73806	IT-Telecommunication	Admin	Fees for Telecom EPR, PBX, Pagers, etc.	0.0	0.0	10.5
73809	Mail	Admin	Fees for Mail Services	0.0	0.0	1.5
73810	Human Resources	Admin	Fees for Human Resources Costs	0.0	0.0	7.0
73811	Building Leases	Admin	Fees for Leasing Costs	0.0	0.0	50.0
73814	Insurance	Admin	Fees for Risk Management Costs	0.0	0.0	2.0
73816	ADA Compliance	Labor	Fees for Departmentwide ADA Allocation	0.0	0.0	2.0
73821	Hearing/Mediation (IA Svcs)	Admin	Add budgeted RSA with Office of Administrative Hearings for Hearing Officer Services.	0.0	0.0	40.0
73823	Health		Professional Services Contracting	0.0	0.0	67.8
73823	Health	H&SS	Misc RSA placeholder	0.0	0.0	85.0

**Line Item Detail**  
**Department of Health and Social Services**  
**Commodities**

**Component:** Quality Assurance and Audit (2880)  
**RDU:** Departmental Support Services (106)

Line Number	Line Name		FY2009 Actuals	FY2010 Management Plan	FY2011 Governor
74000	Commodities		24.7	10.0	10.0
Expenditure Account	Servicing Agency	Explanation	FY2009 Actuals	FY2010 Management Plan	FY2011 Governor
<b>74000 Commodities Detail Totals</b>			<b>0.0</b>	<b>0.0</b>	<b>10.0</b>
74229	Business Supplies	Costs for Business Supplies	0.0	0.0	10.0

**Line Item Detail**  
**Department of Health and Social Services**  
**Capital Outlay**

**Component:** Quality Assurance and Audit (2880)  
**RDU:** Departmental Support Services (106)

Line Number	Line Name		FY2009 Actuals	FY2010 Management Plan	FY2011 Governor
75000	Capital Outlay		0.0	91.0	91.0
Expenditure Account	Servicing Agency	Explanation	FY2009 Actuals	FY2010 Management Plan	FY2011 Governor
<b>75000 Capital Outlay Detail Totals</b>			<b>0.0</b>	<b>0.0</b>	<b>91.0</b>
75799	Electronic	Electronic: Purchases of electronic equipment.	0.0	0.0	91.0

# **Restricted Revenue Detail** **Department of Health and Social Services**

**Component:** Quality Assurance and Audit (2880)  
**RDU:** Departmental Support Services (106)

Master Account	Revenue Description	FY2009 Actuals	FY2010 Management Plan	FY2011 Governor
51010	Federal Receipts	0.0	0.0	576.9

## **Detail Information**

Revenue Amount	Revenue Description	Component	Collocation Code	AKSAS Fund	FY2009 Actuals	FY2010 Management Plan	FY2011 Governor
51010	Federal Receipts		06355406	1002	0.0	0.0	576.9
	Federal Receipts are from Medicaid Admin.						

**Inter-Agency Services**  
**Department of Health and Social Services**

**Component:** Quality Assurance and Audit (2880)  
**RDU:** Departmental Support Services (106)

Expenditure Account		Service Description	Service Type	Servicing Agency	FY2009 Actuals	FY2010 Management Plan	FY2011 Governor
73805	IT-Non-Telecommnctns	Fees for Computer EPR, Mainframe	Inter-dept	Admin	0.0	0.0	5.5
<b>73805 IT-Non-Telecommnctns subtotal:</b>					<b>0.0</b>	<b>0.0</b>	<b>5.5</b>
73806	IT-Telecommunication	Fees for Telecom EPR, PBX, Pagers, etc.	Inter-dept	Admin	0.0	0.0	10.5
<b>73806 IT-Telecommunication subtotal:</b>					<b>0.0</b>	<b>0.0</b>	<b>10.5</b>
73809	Mail	Fees for Mail Services	Inter-dept	Admin	0.0	0.0	1.5
<b>73809 Mail subtotal:</b>					<b>0.0</b>	<b>0.0</b>	<b>1.5</b>
73810	Human Resources	Fees for Human Resources Costs	Inter-dept	Admin	0.0	0.0	7.0
<b>73810 Human Resources subtotal:</b>					<b>0.0</b>	<b>0.0</b>	<b>7.0</b>
73811	Building Leases	Fees for Leasing Costs	Inter-dept	Admin	0.0	0.0	50.0
<b>73811 Building Leases subtotal:</b>					<b>0.0</b>	<b>0.0</b>	<b>50.0</b>
73814	Insurance	Fees for Risk Management Costs	Inter-dept	Admin	0.0	0.0	2.0
<b>73814 Insurance subtotal:</b>					<b>0.0</b>	<b>0.0</b>	<b>2.0</b>
73816	ADA Compliance	Fees for Departmentwide ADA Allocation	Inter-dept	Labor	0.0	0.0	2.0
<b>73816 ADA Compliance subtotal:</b>					<b>0.0</b>	<b>0.0</b>	<b>2.0</b>
73821	Hearing/Mediation (IA Svcs)	Add budgeted RSA with Office of Administrative Hearings for Hearing Officer Services.	Inter-dept	Admin	0.0	0.0	40.0
<b>73821 Hearing/Mediation (IA Svcs) subtotal:</b>					<b>0.0</b>	<b>0.0</b>	<b>40.0</b>
73823	Health	Misc RSA placeholder	Intra-dept	H&SS	0.0	0.0	85.0
<b>73823 Health subtotal:</b>					<b>0.0</b>	<b>0.0</b>	<b>85.0</b>
<b>Quality Assurance and Audit total:</b>					<b>0.0</b>	<b>0.0</b>	<b>203.5</b>
<b>Grand Total:</b>					<b>0.0</b>	<b>0.0</b>	<b>203.5</b>